



THE ARMY VISION

People ☆ Readiness ☆ Transformation Soldiers on Point for the Nation – Persuasive in Peace;

Invincible in War

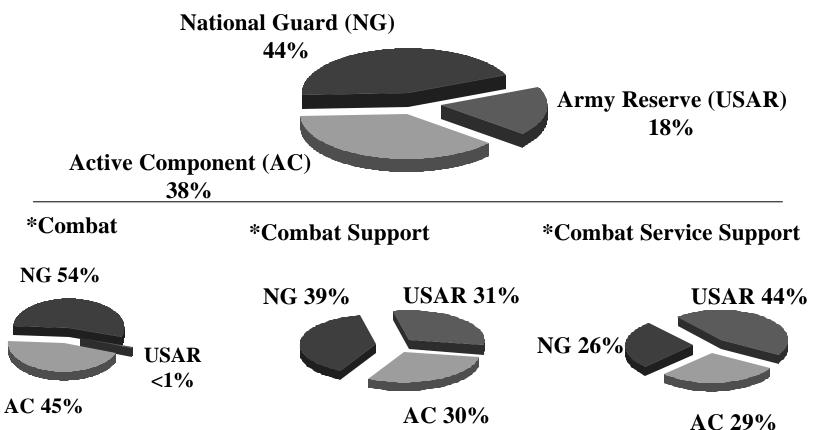
- Responsive
- Deployable
- Agile
- Versatile
- Lethal
- Survivable
- Sustainable



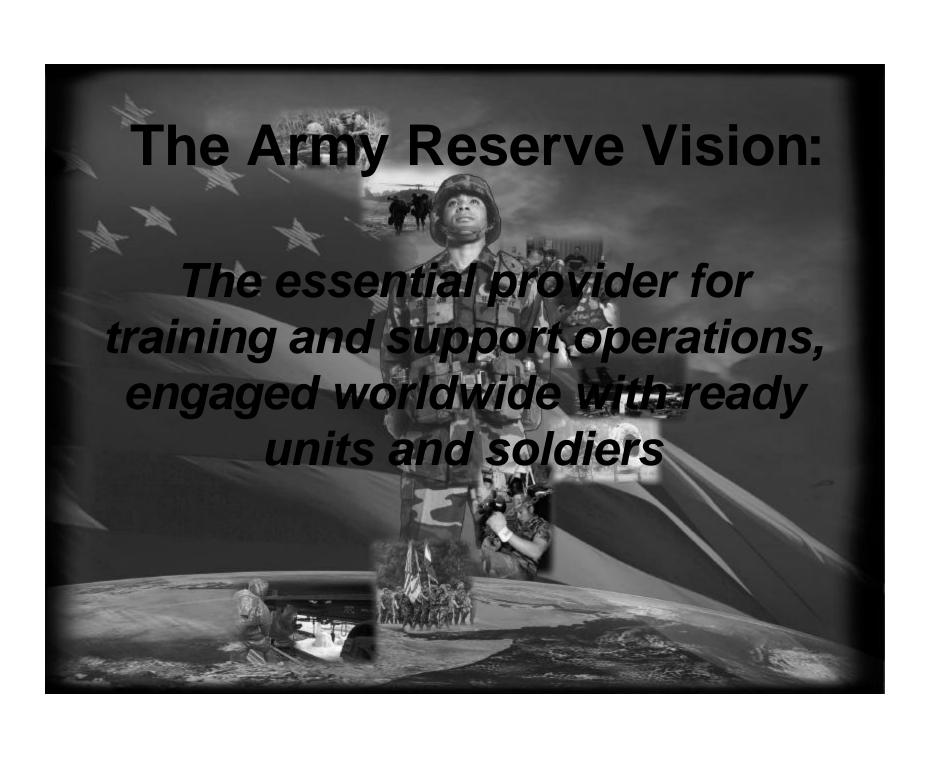
- > 1 Bde in 96 hrs
- > 1 Div in 120 hrs
- >5 Divs in 30 days

...Responsive, Deployable, Agile, Versatile, Lethal, Survivable, Sustainable...

RESERVE AMERICA'S ARMY BY COMPONENT FY2001 (MTOE ONLY)



*MTOE Total Authorized Only





AMERICA'S ARMY RESERVE

ENGAGED WORLDWIDE IN PEACE - PREPARED FOR WAR

FULLY ENGAGED

READY, RELEVANT RELIABLE

Forward Presence Peace Enforcement Humanitarian Support **Domestic Support/Community Assistance** Partnership for Peace Overseas Duty Training

JOINT FORGE JOINT GUARDIAN





Power projection

- Transportation Terminal Units
- Garrison support
- Installation medical support

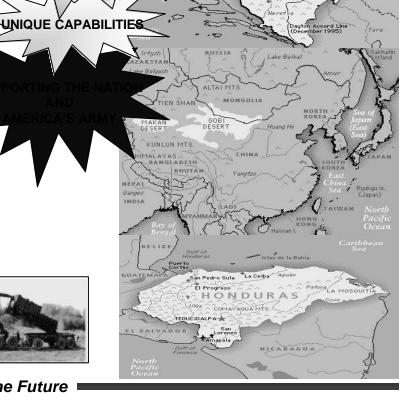
Training readiness enablers

Initial Entry Training Lane training/battle simulations **Skill training/professional** education/ROTC



Trained and ready

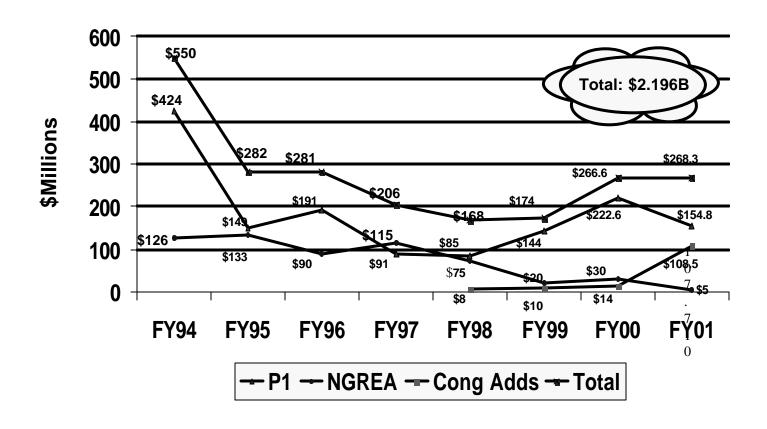
- Combat Support/Combat Service Support
- 424 Force Support Package units
- 73% of the forces deployed in Bosnia are RC JOINT READINESS UNITS - TROOP PROGRAM UNITS **INDIVIDUAL MOBILIZATION AUGMENTEES - IRR**



Ready — Relevant — The Army, Building for the Future



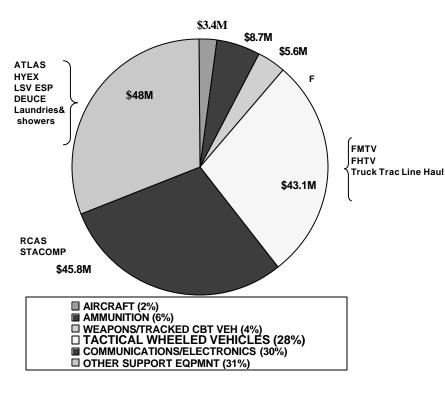
PROCUREMENT POSTURE FY 1994-2001

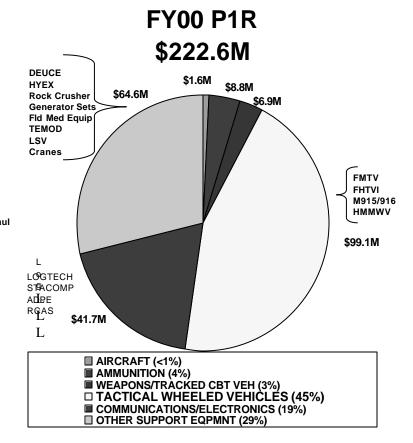




PRESIDENT'S BUDGET P1R

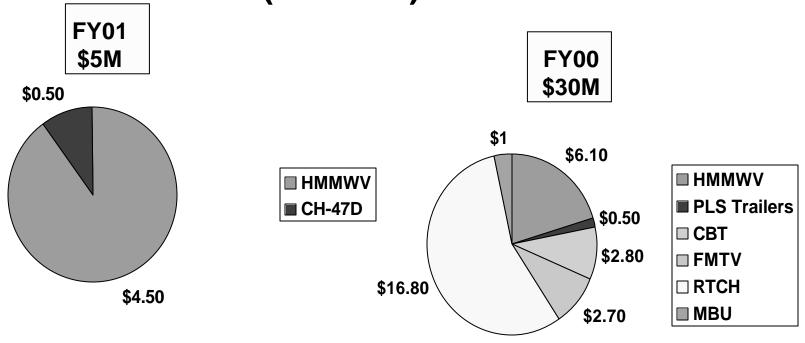
FY01 P1R \$154.8M







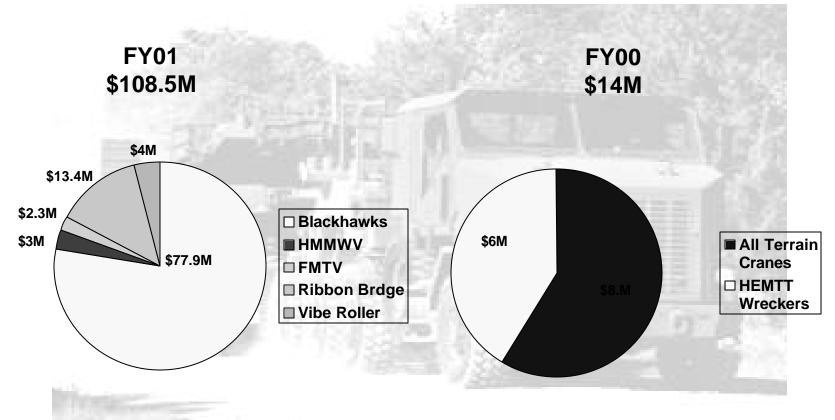
NATIONAL GUARD & RESERVE EQUIPMENT APPROPRIATION (NGREA) FY2000-2001



NGREA Provides the Flexibility Needed to Pursue Priority Equipment Acquisitions.



CONGRESSIONAL ADDS FY 2000-2001



Congressional Adds are Combat Arms and Combat Service Support Oriented



RECAPITALIZATION REQUIREMENTS

Recapitalization: Zero hours/zero miles; new technology inserts.

1. M1 Abrams Tank

2. AH-64 Apache

3. UH-60 Blackhawk

4. CH-47 Chinook

5. AVLB (35 Yrs Old)

6. M9 ACE

7. M88 Recovery Vehicle

8. M2/M3 Bradley

9. MLRS

10. Patriot

11. M113 Family of Vehicles

Expectation is that these systems will remain in the USAR for the next 20 years!

12. HEMTT

13. SEE

14. M915 Tractor

15. FIREFINDER

16. Electronic Shops

17. M992 FAASV

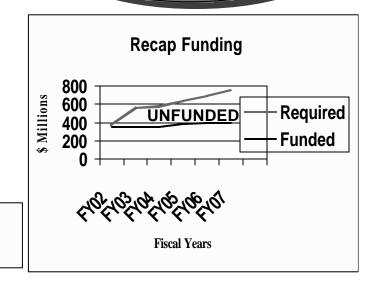
18. D7 Dozer

19. SUSV

20. Scraper

21. HMMWV

Recap Plan
Includes dollars for
AC equip only



US. ATMY RESERVE

USAR RECAPITALIZATION REQUIREMENTS (\$MILLIONS)

| ARMY PRIORITY | SYSTEM | REQUIRED | ESTIMAT | ED COST |
|---------------|--------|----------|----------------|---------|
| 12 | HEMTT | 705 | \$ | 135.40 |
| 14 | M915A4 | 1820 | \$ | 142.00 |
| 21 | HMMWV | 10423 | \$ | 365.00 |
| | | TOTAL | \$ | 642.40 |

RECAPITALIZATION STRATEGY

✓ We have effectively been using NGREA (DPP) and depot maintenance funding to recap our own systems internally

- ✓ M915A4 Line tractors
- ✓ 2 and 2 1/2 ton trucks
- **✓** HEMTT
- **✓HMMWV**
- ✓ Steady decline of NGREA will not allow continuation of these "self-help" initiatives







LIFE EXTENSION THROUGH CONTROLLED HUMIDITY STORAGE (CHS) INITIATIVE

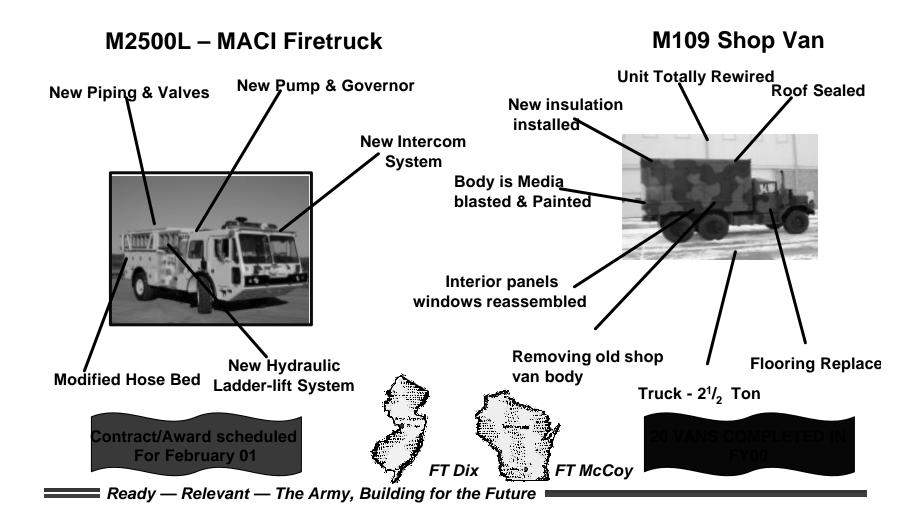
<u>Proven method</u> for the <u>strategic long-term</u> <u>storage</u> Army Reserve equipment.

- **★Initial location is Gulfport, Mississippi; will Grow to 6+ sites**
- **★450,000** square feet
- **★30% of USAR equipment stored**
- **★Equipment stored at 10/20 standards**
- *Equipment stored in unit sets
- *Scheduled maintenance deferred
- *Reduced maintenance backlog
- **★Equipment service life extended**

Improved Deployability



REFURBISHMENT





UPGRADES

AVLB Chassis Rebuild Program and MLC 60 to MLC 70 Bridge Conversion Program

M101A1/A2/A3 Trailer Conversion Program 3kw Gen & 15 CFM Conversion Program

M10K/4K Forklift Rebuild Program

6K Gallon Water Distributor Rebuild Program

M878 Tractor Rebuild Program



Partnering with Industry to Maintain our Fleet

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RESERVE CS/CSS ENABLERS TO SUPPORT **ARMY TRANSFORMATION**

Requirements to be determined!

| | ARMY | ARMY | USAR | USAR | USAR 00-07 | USAR | ARMY | UNIT | SHORTFALL |
|---------------------|---------|---------|--------|--------|------------|-------|-----------|------------|----------------|
| | REQ | O/H | REQ | O/H | PROJECTED | SHORT | SHORTFALL | PRICE | PRICE |
| FIRE TRUCK | 142 | 0 | 67 | 0 | 48 | 19 | 142 | 438,000 | 62,196,000 |
| YARD TRUCK | 403 | 135 | 141 | 0 | 86 | 55 | 268 | 113,700 | 30,471,600 |
| ATLAS | 3235 | 606 | 1009 | 228 | 534 | 247 | 2629 | 100,119 | 263,212,851 |
| CH-47 (ICH) | 481 | 466 | 64 | 58 | 0 | 6 | 15 | 25,000,000 | 375,000,000 |
| HVY SP BRDG | 82 | 0 | 12 | 0 | 0 | 12 | 82 | 5,000,000 | 410,000,000 |
| STAR-T | 179 | 0 | 33 | 0 | 13 | 20 | 179 | 1,076,750 | 192,738,250 |
| 53K RTCH | 709 | 253 | 281 | 148 | 104 | 29 | 456 | 525,000 | 239,400,000 |
| FMTV | 83170 | 14,523 | 11,767 | 176 | 4,702 | 6889 | 68,647 | 180,000 | 12,356,460,000 |
| HMMWV | 124,000 | 103,500 | 16,204 | 10,547 | 0 | 5657 | 20500 | 57,300 | 1,174,650,000 |
| Mod Caus Sys | 19 | 3 | 9 | 0 | 0 | 9 | 16 | 1,500,000 | 24,000,000 |











53K ROUGH TERRAIN CARGO HANDLER

The RTCH is a non-developmental military unique item. It is a diesel powered container handler capable of lifting, stacking and moving 20, 25, and 40 foot containers weighing up to 53,000 pounds.



| P | PROJECTED DISTRIBUTION | | | | TOTAL | TOTAL | TOTAL | PROJECTED | UNIT | SHORTFALL | |
|------|------------------------|------|------|------|-------|------------------|--------------|-----------|-----------|-----------|------------|
| FY02 | FY03 | FY04 | FY05 | FY06 | FY07 | PROJECTED | O/H | REQ | SHORTFALL | PRICE | PRICE |
| 8 | 0 | 16 | 9 | 23 | 48 | 104 | 148 | 281 | 29 | 525,000 | 15,225,000 |

NGREA(FY00) 32 Systems @\$16mil





ALL TERRAIN LIFTER ARMY SYSTEM (ATLAS)

The ATLAS is a 10,000lb. capacity, variable reach, rough terrain forklift. It is intended to perform the same type of cargo handling operations as the present 10K capacity forklifts under a wide variety of conditions.



| P | PROJECTED DISTRIBUTION | | | | | TOTAL | TOTAL | TOTAL | PROJECTED | UNIT | SHORTFALL |
|------|------------------------|------|------|------|------|------------------|--------------|--------------|-----------|---------|------------|
| FY02 | FY03 | FY04 | FY05 | FY06 | FY07 | PROJECTED | O/H | REQ | SHORTFALL | PRICE | PRICE |
| 80 | 27 | 134 | 68 | 102 | 123 | 534 | 228 | 1009 | 247 | 100,119 | 24,729,393 |

NGREA - (FY96, 97, & 98)

Systems Required 228 for \$22.6





FMTV 2.5T/5T SERIES TRUCKS

Performs line haul, local haul, unit mobility, unit resupply and other missions. Replaces aging and maintenance intensive trucks currently in the medium tactical fleet.



| | PRO. | JECTED I | DISTRIBU | JTION | | | TOTAL | TOTAL | TOTAL | | UNIT | SHORTFALL |
|------|------|----------|----------|-------|------|------|-------|-------|-------|-------|---------|-------------|
| TYPE | FY02 | FY03 | FY04 | FY05 | FY06 | FY07 | PROJ | O/H | REQ | SHORT | PRICE | PRICE |
| LMTV | 227 | 561 | 1259 | 193 | 180 | 180 | 2600 | 162 | 4851 | 2089 | 127,445 | 266,232,605 |
| MTV | 0 | 0 | 25 | 450 | 1627 | 0 | 2102 | 0 | 6916 | 4814 | 160,000 | 770,240,000 |

NGREA (FY98) - 83 Tractors & 5 Cargo (MTVs) @ \$12.7mil (FY00) - 18 FMTVs @ \$2.7mil Directed Procurement(Congressional Adds) - FY01 = \$2.3mil





HIGH MOBILITY MULTIPURPOSE WHEELED VEHICLE (HMMWV)

The High Mobility Multipurpose Wheeled Vehicle (HMMWV) is designed to provide light tactical vehicle capability in a wide variety of environments.



| | PRO |)JEC1 | ED DIS | STRIB | UTION | I TOTAL | TOTAL | TOTAL | PROJECTED | UNIT | SHORTFALL |
|------|------|-------|--------|-------|-------|-----------|-------|--------|-----------|--------|-------------|
| FY02 | FY03 | FY04 | FY05 | FY06 | FY07 | PROJECTED | O/H | REQ | SHORTFALL | PRICE | PRICE |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 10547 | 16,204 | 5657 | 57,300 | 324,146,100 |

NGREA - FY00 - 102 M1097A2 @ \$6.1(mil) FY01 - 76 M1097A2 @ \$4.5mil (once funds released) Directed Procurement (Congressional Adds) - FY01 = \$3mil

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TACTICAL FIRE FIGHTING TRUCK (TFFT)

The TFFT is designed to provide enhanced water storage capability to meet current fire fighting requirements. With improved off-road capability the TFFT is able to travel on unimproved surfaces far forward in the battlefield.



| | PRO | JECT | ED DIS | STRIB | UTION | TOTAL | TOTAL | TOTAL | PROJECTED | UNIT | SHORTFALL |
|------|------|-------------|--------|-------|-------|------------------|-------|--------------|-----------|---------|-----------|
| FY02 | FY03 | FY04 | FY05 | FY06 | FY07 | PROJECTED | O/H | REQ | SHORTFALL | PRICE | PRICE |
| 0 | 14 | 14 | 14 | 14 | 0 | 56 | 0 | 67 | 11 | 500,000 | 5,500,000 |



TRANSFORMATION (SUMMARY)

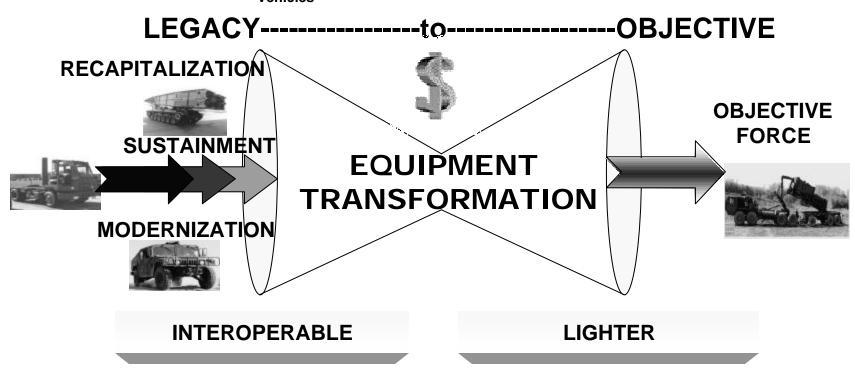
USAR Fielding Strategy

• Field Force Packages 1 & 2 Units with New Vehicles

LETHAL

• Field Force Packages 3 & 4 Units with Remanufactured Vehicles

FASTER



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IN CONCLUSION

The Army Reserve's Future is the Army's Future ...

... trained, ready, relevant and reachable ... enabling the Army to be responsive in peace and to achieve total victory in war.



"Mission first, Soldiers always"